

REMARKS

Prior to examination of the above-referenced case on the merits, please enter the following amendments and consider the following remarks:

Claims 1, 9, 17 and 20 have been amended. No Claims have been added. No claims have been deleted.

Applicant is filing an Request for Continued Examination to correct language in the claims. Specifically, there is some incorrect language in the claims that has been corrected. In view of the corrected claim language, Applicant also removed the limitation added as a result of the Examiner's amendment because it was unduly limiting and unnecessary to distinguish over the references.

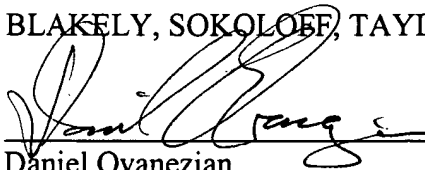
More specifically, Applicant believes the language in the claims distinguishes over the art of record in the case. As set forth, Applicant respectfully claims that all the independent claims set forth that the bit planes are magnitude wavelet transform coefficient bit planes. Each of the magnitude wavelet transform coefficient bitplanes represent a magnitude level associated with the wavelet transform coefficients. This is different than the references set forth by the Examiner. For example, the Raghunath reference focuses on processing of filter coefficients, not wavelet transform coefficients. In view of the above, Applicant respectfully submits that the Claims as amended are in condition for allowance.

Please charge any shortages and credit any overcharges to our Deposit Account
No. 02-2666.

Respectfully submitted,

BLAKELY, SOKOLOFF, TAYLOR & ZAFMAN LLP

Dated: 10/13/05


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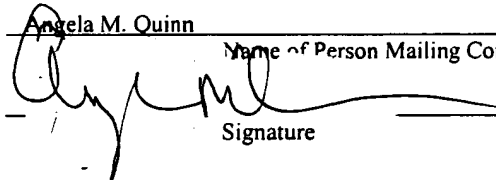
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